

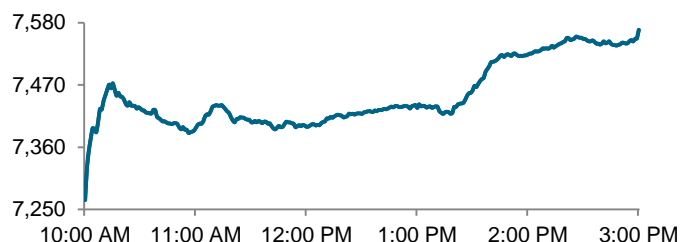
DAILY MARKETS OVERVIEW

16 OCTOBER 2018

السوق السعودي
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,568	4.1	0.5	4.7	16.0
Saudi (NOMU)	2,373	-1.0	-2.4	-24.4	7.8
Energy	4,859	7.2	-0.2	13.5	16.5
Materials	5,297	4.9	-0.4	4.8	16.8
Capital Goods	3,558	4.9	-0.6	-18.0	14.9
Com. & Prof. Svc	4,057	5.0	-2.0	-3.6	17.6
Transportation	3,539	4.8	-2.4	-11.8	21.1
Cons. Durables & Apparel	3,397	4.3	-3.2	-18.0	NA
Consumer Services	2,988	5.8	-0.7	-18.9	16.7
Media	11,010	8.6	-2.1	42.3	NA
Retailing	6,011	1.7	-3.6	6.7	22.7
Food & Staples Retailing	5,249	0.9	-4.6	-6.4	21.5
Food & Beverages	3,710	7.6	-1.2	-24.2	24.1
Health Care Equipment	3,481	2.7	-5.7	-21.7	16.4
Pharma, Biotech & Life Science	3,958	3.4	-2.4	-0.3	25.5
Banks	6,871	3.6	3.1	24.9	12.6
Diversified Financials	3,318	1.5	-2.9	-17.7	NA
Insurance	3,536	3.3	-4.5	-25.1	28.7
Telecommunication	4,729	4.2	-2.8	11.2	15.8
Utilities	3,441	2.7	-0.4	-24.6	NA
REITs	3,569	1.7	-0.8	-23.0	NA
Real Estate	3,326	4.2	-1.6	-29.2	19.5

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabia Fertilizers Co.	80.30	10.0%	86.7
Saudi Industrial Export Co.	69.30	10.0%	20.5
National Gas & Industrialization Co.	28.60	10.0%	17.7
Saudi Vitrified Clay Pipes Co.	45.15	10.0%	3.7
Basic Chemical Industries Co.	22.50	10.0%	5.8

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Rabigh Refining and Petrochemical Co.	22-Oct-18
Jarir Marketing Co.	28-Oct-18
Middle East Paper Co.	29-Oct-18
National Agricultural Marketing Co.	30-Oct-18
Methanol Chemicals Co.	1-Nov-18
Tabuk Cement Co.	1-Nov-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 16, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 4.1% higher at 7,568 while NOMU ended 1.0% lower at 2,373 on Monday. TASI traded value totaled SAR 6.3bn and averaged SAR 3.2bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 47.1% of the daily traded value.
- Banks and Materials ended 3.6% and 4.9% higher, respectively. Telecom closed 4.2% higher. Media (up 8.6%) was the best performer. Among stocks, Saudi Arabia Fertilizers Co. (2020/SAFCO AB), Saudi Industrial Export Co. (4140/SIECO AB), and National Gas & Industrialization Co. (2080/NGIC AB) led the gainers.
- The Minister of Transport revealed that investment opportunities in KSA's logistics, aviation and storage sectors are valued at SAR 60bn (USD 16bn). He added the country launched a strategic program to advance the logistics sector as it aims to reduce the time and cost, and to upgrade the import and export processes. (Source: Argaam)
- The Saudi Arabian General Investment Authority (SAGIA) revealed the new direct road linking Oman with KSA will soon open to the public. It added that the 726-kilometer-long road is expected to boost trade exchange and joint investments between the countries. (Source: Argaam)
- Saudi Grains Organization (SAGO) stated the privatization plan of KSA's flour mills is on track. (Source: Argaam)
- The Islamic Corporation for the Development of the Private Sector (ICD) stated it halted plans for the USD 1.0bn (SAR 3.75bn) fund with Infrastructure Leasing and Financial Services Group (ILFSP IN) as the Indian firm undergoes restructuring. (Source: Zawya)
- Saudi Industrial Export Co. (4140/SIECO AB) and Tri-Spectrum Ltd. agreed to end their export agreement as of October 15, 2018, without any due obligations. Ending the deal would not have any financial impact on SIECO's results. (Source: Argaam)
- Bahrain-based Arcapita would invest SAR 250mn in a women-only boutique gym chain in KSA, called NuYu. The investment would assist NuYu in growing its network of boutique gyms from 7 to over 30 across the country. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	32.30	-2.1%	17.2
SEDCO Capital REIT Fund	7.10	-0.6%	0.3

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	84.90	1.7%	1,008
Saudi Basic Industries Corp.	118.20	3.7%	898
Alinma Bank	20.58	5.1%	413
Samba Financial Group	31.95	3.1%	349
Saudi Kayan Petrochemical Co.	15.86	5.0%	286

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,713	0.0	-1.5	-19.5	7.2
Abu Dhabi (ADX)	4,933	0.0	-0.7	12.2	13.0
Kuwait (KSE)	5,110	-0.4	-1.0	-0.3	15.9
Qatar (QE)	9,834	0.1	-0.3	15.4	15.2
Oman (MSM)	4,461	-0.8	-0.6	-12.5	10.3
Bahrain (BSE)	1,316	0.0	0.0	-1.2	8.9
DJMENA Index	545	1.9	0.0	3.5	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,751	-0.6	-0.6	2.9	20.1
US (NASDAQ 100)	7,431	-0.9	-0.9	7.6	22.7
UK (FTSE 100)	7,029	0.5	0.5	-8.6	15.7
Germany (DAX)	11,614	0.8	0.8	-10.1	13.7
France (CAC 40)	5,095	0.0	0.0	-4.1	16.3
Russia (MICEX)	2,389	-0.6	-0.6	13.2	6.6
Japan (Nikkei)	22,271	-1.9	-1.9	-2.2	16.1
Hong Kong (HSI)	25,445	-1.4	-1.4	-15.0	9.7
South Korea (KOSPI)	2,145	-0.8	-0.8	-13.1	10.3
China (SHCOMP)	2,568	-1.5	-1.5	-22.3	12.1
India (NIFTY)	10,513	0.4	0.4	-0.2	21.6
Brazil (IBOV)	83,360	0.5	0.5	9.1	NA
Turkey (BIST 100)	98,631	2.0	2.0	-14.5	7.5
Egypt (EGX30)	13,521	1.8	1.8	-10.0	12.8
MSCI Emerging Markets	972	-0.9	-0.9	-16.1	11.7
MSCI World	2,055	-0.4	-0.4	-2.3	17.6

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	80.8	0.4	0.4	20.8	39.7
Natural Gas (\$/mmbtu)	3.2	2.6	2.6	15.5	6.0
Gold (\$/oz)	1,227	0.8	0.8	-6.0	-5.2
Silver (\$/oz)	14.7	0.6	0.6	-13.9	-14.7
Platinum (\$/oz)	842	0.4	0.4	-9.5	-9.6
Copper (\$/t)	6,303	-0.3	-0.3	-12.5	-11.5
Zinc (\$/t)	2,627	-1.8	-1.8	-21.3	-18.6
Lead (\$/mt)	2,091	2.7	2.7	-16.2	-18.5
Wheat (\$/bu)	525	1.5	1.5	12.7	1.9
Corn (\$/bu)	378	1.2	1.2	-1.5	-4.4
Sugar (\$/lb)	13.4	2.8	2.8	-11.7	-12.5

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.44	0.00	0.74	0.00
Saudi Arabia	2.73	0.00	0.84	0.30
UAE	2.66	-0.02	0.87	0.22
Kuwait	2.00	-0.06	0.13	-0.44
Qatar	2.78	0.00	0.14	0.35
Bahrain	3.75	0.00	1.03	1.31

Source: Reuters

NOTES: (1) Prices updated as of October 16, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Monday. S&P 500 and NASDAQ declined 0.6% and 0.9%, respectively. Dow Jones Industrial closed 0.4% lower. In Europe, the UK and Germany gained 0.5% and 0.8%, respectively, while France ended flat.
- Asian markets are trading mixed on Tuesday. China is trading 0.2% lower. Japan is up 0.3% while South Korea is down 0.1%. Hong Kong is trading 0.2% lower, while India is up 0.8% in the morning session.
- GCC markets ended mixed on Monday. Both Dubai and Abu Dhabi ended flat. Kuwait declined 0.4% while Qatar closed 0.1% higher. Oman declined 0.8% while Bahrain ended flat.
- Change in China's CPI for the month of September stood at 0.7% M/M and 2.5% Y/Y (prior: 0.7% M/M; 2.3% Y/Y; consensus: 2.5% Y/Y). (Source: Econoday)
- The International Energy Agency stated that the modern bioenergy revolution would witness the biggest growth in renewable resources between 2018 and 2023, building a robust renewable portfolio and ensuring a sustainable energy system. (Source: Trade Arabia)
- Moody's revealed that banks in the UAE and KSA are expected to benefit from rising interest rates, after the US Federal Reserve's recent interest rate hike. (Source: GulfBase)
- Statistics Centre - Abu Dhabi (SCAD) stated that Abu Dhabi's construction cost index (CCI) increased by 3.2% Y/Y during 2Q18 compared with the figure in 2Q17. (Source: Trade Arabia)
- Kuwait's Public Authority for Roads and Transport (PART) stated that work is progressing steadily on the 22-km-long Seventh Ring Road in Kuwait, with nearly 37% of the project already completed. (Source: Trade Arabia)
- Oman's Ministry of Transport and Communications revealed that more than 75% of the Adam-Haima road has been developed and the project is on track for completion by the end of 2019. (Source: Trade Arabia)
- Abu Dhabi National Oil Company (ADNOC)'s CEO stated the firm is keen to deepen its ties with Indian energy partners across the entire crude, refining, petrochemical and derivatives value chain, adding that India's energy security is a top priority for the UAE and ADNOC. (Source: Argam)
- UAE-based Lulu Group stated it plans to invest USD 500mn (AED 1.8bn) in Egypt over the next two years, adding that it would also build two logistics centers from which it would target exports, particularly frozen fish, to markets in the GCC and Europe. (Source: Arabian Business)

Coming Up

- UK CPI for the month of September (prior: 0.7% M/M; 2.7% Y/Y; consensus: 0.3% M/M, 2.6% Y/Y) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 12 (prior: 6.0mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended October 13 (prior: 214K; consensus: 215K) will be announced on October 18. (Source: Econoday)



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